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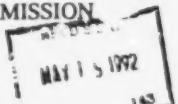
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549



FORM 10-Q

(Mark One)

[X] QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended March, 1992

OR

[ ] TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

PROCESSED BY
MAY 18 1992
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Commission File Number 0-9378

USMX, INC.

(Exact name of registrant as specified in its charter)

Delaware	84-1076625
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)
141 Union Boulevard, Suite 100 Lakewood, Colorado	80228
(Address of principal executive offices)	(Zip Code)

(303) 985-4665

(Registrant's telephone number, including area code)

Not Applicable

(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes X No _

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class of Common Stock	Outstanding at May 14, 1992
$.001 par value	14,954,317 shares

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PART I – FINANCIAL INFORMATION

Item 1. Financial Statements

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Amounts in Thousands)

	March 31, 1992	Dec. 31, 1991
	(Unaudited)	
ASSETS		
Cash and equivalents	$2,285	$5,523
Other current assets	10,353	8,594
Property, plant & equipment - net	12,638	11,690
Other assets	402	388
	$25,678	$26,195
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities	$2,365	$2,710
Long-term liabilities	1,623	1,680
Common stock subject to potential put	1,750	1,750
Stockholders' equity		
Common stock	15	15
Additional paid-in capital	15,760	15,729
Retained earnings	4,165	4,311
	$25,678	$26,195

The accompanying notes are part of the condensed consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

(Amounts in Thousands, Except Per Share Amounts)

	Three Months Ended March 31,	
	1992	1991
Sales	$2,716	$3,566
Cost of sales	2,323	2,640
Gross profit	393	926
Operating expenses	899	775
Income (loss) from operations	(506)	151
Other income	304	253
Income (loss) before income taxes	(202)	404
Income tax provision (benefit)	(56)	101
Income (loss) before extraordinary item	(146)	303
Extraordinary item	0	35
Net income (loss)	($146)	$338
Net income (loss) per share:	($0.01)	$0.024
Weighted average shares outstanding	14,954	13,906

The accompanying notes are part of the condensed consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

(Amounts in Thousands)

	Three Months Ended March 31,	
	1992	1991
Net cash used in operations	($1,269)	($339)
Net cash provided by (used in) investing activities:		
Capital additions and property acquisitions	(1,985)	(522)
Other	16	(17)
	(1,969)	(539)
Net cash provided by (used in) financing activities	0	0
Net increase (decrease) in cash and equivalents	($3,238)	($878)

Supplemental Disclosure of Cash Flows Information	Three Months Ended March 31,	
	1992	1991
Cash paid during the period for:		
Interest	$0	$0
Income taxes	$340	$404

The accompanying notes are part of the condensed consolidated financial statements.

USMX, INC. AND SUBSIDIARIES
NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Note 1 - General

The accompanying interim condensed consolidated financial statements have been prepared in accordance with the instructions for Form 10-Q. In the opinion of management, all adjustments (consisting of normal recurring adjustments) considered necessary for a fair statement of the results for the interim periods presented have been included. Operating results for the three month period ended March 31, 1992 are not necessarily indicative of the results which may be expected for the year ending December 31, 1992. These condensed interim consolidated financial statements should be read in conjunction with the consolidated financial statements and notes thereto included in the Company's Form 10-K for the year ended December 31, 1991.

Note 2 - Inventories

Inventories consisted of the following:

	March 31, 1992	Dec. 31, 1991
Gold bullion and dore'.....	$ 466,700	$ 1,739,000
Gold in process.....	7,038,900	5,248,000
Ore on stockpile.....	2,039,700	549,000
Materials and supplies.....	312,700	607,000
Total inventories.....	$9,858,000	$8,143,000

The Company adjusts the cost of ounces sold during interim periods to eliminate the effects of differences between the planned annual mix of production from the Company's mines and that which occurs during the interim period. These adjustments are reflected as increases or decreases to the cost of gold and ore inventories.

Note 3 - Income Taxes

The income tax provisions were computed using the expected annual effective income tax rate. The effective income tax rate varies from the statutory rate due to differences in tax and book treatment of statutory depletion on mining properties. The 1991 extraordinary item benefit is the result of the utilization of book net operating losses carried forward. The income tax provisions consist entirely of the corporate Alternative Minimum Tax.

Note 4 - Commitments and Contingencies

As of March 31, 1992, the Company had entered into forward sales contracts for 22,750 ounces of gold at an average selling price of approximately $372 per ounce.

The gold is to be delivered on various dates through March 31, 1993. All gold sales have been made to five unaffiliated customers.

Also, the Company had sold call options to two unaffiliated customers covering 11,850 ounces of gold at strike prices ranging from $384 per ounce to $410 per ounce for a weighted average strike price of approximately $394 per ounce. These options expire on dates ranging from April 28, 1992 through December 29, 1992.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations.

Financial Condition

Liquidity

The company remains in strong financial condition with working capital at March 31, 1992 of $10,273,000. Cash and cash equivalents decreased during the first quarter of 1992 by $3,238,000 reflecting internally financed net additions to property, plant and equipment of $1,969,000 and net cash used in operating activities of $1,269,000. Net use of cash in operating activities is the result of i) the build up of stockpile and work in process inventories at Yankee as the mine progresses from the start up phase to the production phase and ii) the slow down in gold production for the first quarter of 1992 as the Alligator Ridge processing plant experienced down time for renovation. Also as a result of the above, inventories increased by $2,150,000 during the first quarter of 1992. Positive cash flows from operating activities are anticipated for the remainder of the year as the Yankee mine begins producing gold and backlogged production begins to flow from the renovated Alligator Ridge processing plant.

Management believes that cash of $2,285,000, and cash provided from operations should be adequate to maintain its current level of liquidity and to internally fund capital requirements for the foreseeable future. In addition, the Company is currently negotiating a $3 million line of credit to further enhance its abilities to exploit exploration and development opportunities.

Capital Investment

During the first quarter of 1992 the Company invested $423,000 in exploration activities of which approximately $210,000 was invested in various Alligator Ridge targets. In addition the Company invested $602,000 to further develop reserves in the Alligator Ridge area, including $344,000 at the Yankee Mine. The Yankee Mine is expected to begin producing gold in June with total 1992 production estimated at approximately 15,400 ounces. Total production for the life of the Yankee Mine is currently anticipated at 70,500 ounces, based on present reserve estimates, with a direct cash cost per ounce of approximately $210.

Over the next 12 months the Company plans to invest approximately $2 million in exploration activities, Including approximately $750,000 in the Alligator Ridge area, and an approximate $1 million to further evaluate and develop reserves in the Alligator Ridge area.

Results of Operations

Fluctuations in the Company's results of operations arise primarily from three factors: (1) changes in the volume of gold sold and the selling price of gold, (2) changes in the cost of gold sold as properties with higher or lower production costs

are added to the production mix and as those relatively short lived properties cycle from the early, high cost phase of production to the late, lower cost phase and, (3) the cost of mineral properties abandoned during any given period.

Three Months Ended March 31

The Company sustained a net loss for the first quarter of 1992 of $146,000 compared with net income of $338,000 for the first quarter of 1991.

Change in the Volume and Selling Price of Gold

The following table analyzes the variance in gold sales revenue for the quarters ended March 31, 1992 and 1991:

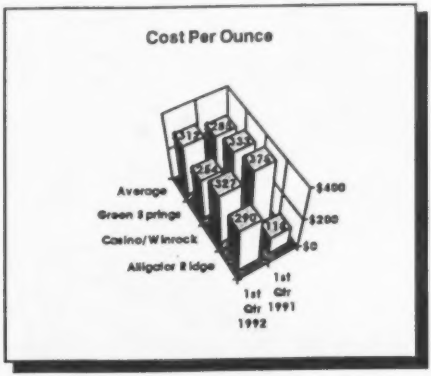
Revenue Variance Analysis Quarter Ended March 31	1992	1991
Ounces of gold sold	7,447	9,273
Average price realized per ounce	$365	$385
Variances		
Higher (lower)volume	($702,000)	$901,500
Lower prices	(148,000)	(287,500)
Increase (decrease) in gold sales revenue over the comparable period of the preceding year	($850,000)	$614,000

The 1992 decrease in the average price realized per ounce is attributable to the decline in the market value of gold. The decrease in ounces sold is the result of declining production from the Green Springs Mine and delayed production resulting from renovation related down time at the Alligator Ridge processing facilities. Final processing of the gold from both the Vantage Heaps and the Casino/Winrock Mine is done at the Alligator Ridge processing plant.

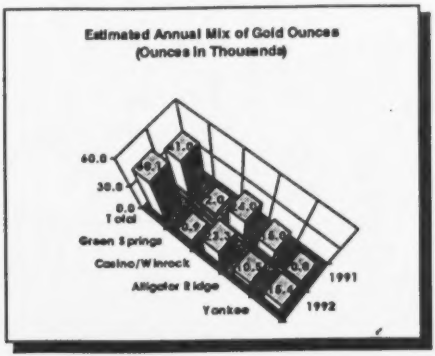
Change in the Cost of Sales

Cost of sales was $2,323,000 or approximately $312 per ounce for the first quarter of 1992, compared to $2,640,000 or $285 per ounce for the same period of 1991. The combined effect of a 5.2% reduction in selling price realized and a 9.5% increase in the cost of ounces sold resulted in gross profit from mining operations for the first quarter of 1992 of $393,000 or approximately 14.5% of sales compared with $926,000 or 26.0% of sales for the same period of 1991. The fluctuation in cost of ounces sold is a result of the change from year to year in the mix of production from the Company's mines and the change in the cost of production throughout the life of each mine as illustrated in the following graphs.

The following graph compares the cost per ounce by mine, of gold sold during the first quarters of 1992 and 1991. The average is based on the anticipated mix of ounces to be sold during the year.



The following graph illustrates the anticipated mix of gold ounces for the years 1992 and 1991. As there was no production from Yankee in the first quarter 1992 those ounces were excluded from the above average calculation.



The Company adjusts the cost of ounces sold during interim periods to eliminate the effects of differences between the planned annual mix of production from the Company's mines and that which occurs during the interim period. These adjustments are reflected as increases or decreases to the cost of gold and ore inventories. Anticipated Yankee production was excluded from this adjustment for the first quarter of 1992.

PART II -- OTHER INFORMATION

Item 6. Exhibits and Reports on Form 8-K.

(a) Exhibits - None.

(b) Reports on Form 8-K - None.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant)
USMX, INC.

Date: May 10, 1992 By: _____
Donald E. Nilson, Vice President - Finance, Secretary, Treasurer

Date: 5/14/92 By: _____
Daniel J. Stewart, Controller, Chief Accounting Officer